Department of Personnel Administration Memorandum

TO: Personnel Management Liaisons (PML)

| SUBJECT: 2008 Employer Health Benefit Contributions | REFERENCE NUMBER: 2007-021 |
|---|----------------------------|
| DATE ISSUED: 08/22/07 | SUPERSEDES: |

This memorandum should be forwarded to:

Employee Relations Officer

Personnel Officers

Personnel Transaction Supervisors

FROM: Department of Personnel Administration

Labor Relations Division

CONTACT: Nancy Hollins, Personnel Program Advisor

(916) 324-3438 Fax: (916) 322-3769

Email: nancyhollins@dpa.ca.gov

Effective January 1, 2008, the monthly employer contributions for health benefits for those units that have current collective bargaining agreements with the State, and excluded employees are as follows:

Units 1,3,4,10,11,12,13,14,15,20,21 (Rank and File, Non-CoBen)

| Employee | \$371 |
|------------------------------------|-------|
| Employee plus 1 dependent | \$740 |
| Employee plus 2 or more dependents | \$959 |

<u>Units 1,3,4,10,11,12,13,14,15,20,21 (Employees First Eligible for Health Benefit Enrollment on or After January 1, 2007 Subject to Dependent Vesting)*</u>

Employer Dependent Contribution

| | 50% | 75% |
|------------------------------------|------------|-------|
| Employee | \$371 | \$371 |
| Employee plus 1 dependent | \$555 | \$648 |
| Employee plus 2 or more dependents | \$665 | \$812 |

Unit 5 (Rank and File, Non-Coben)

| Employee | \$399 |
|------------------------------------|-------|
| Employee plus 1 | \$772 |
| Employee plus 2 or more dependents | \$994 |

Units 7,16,17,18,19 (Rank and File CoBen)

| Employee | \$416 |
|-----------------|---------|
| Employee plus 1 | \$813 |
| Employee plus 2 | \$1,061 |

<u>Unit 7 (Employees First Eligible for Health Benefit Enrollment on or after July 1, 2006 – Subject to Dependent Vesting)*</u>

Units 16,17,18,19 (Employees First Eligible for Health Benefit Enrollment on or after January 1, 2007 – Subject to Dependent Vesting)*

Employer Dependent Contribution

| | 50% | 75% |
|-----------------|-------|-------|
| Employee | \$416 | \$416 |
| Employee plus 1 | \$628 | \$721 |
| Employee plus 2 | \$767 | \$914 |

Unit 8 (Rank and File, CoBen)

| Employee | \$439 |
|------------------------------------|---------|
| Employee plus 1 | \$836 |
| Employee plus 2 or more dependents | \$1.084 |

Unit 9 (Rank and File, Non-CoBen)

| Employee | \$394 |
|------------------------------------|-------|
| Employee plus 1 | \$763 |
| Employee plus 2 or more dependents | \$982 |

Excluded Employees (CoBen)

| Employee | \$441 |
|------------------------------------|---------|
| Employee plus 1 | \$847 |
| Employee plus 2 or more dependents | \$1,097 |

The following bargaining units have expired contracts. As of the date of this PML, the following rates will be effective January 1, 2008. However, the collective bargaining process is fluid and changes may be agreed to which alter these amounts. DPA will notify you if there are subsequent changes to these rates.

Unit 2 (Rank and File CoBen Allowance)

| Employee | \$365 |
|------------------------------------|-------|
| Employee plus 1 | \$696 |
| Employee plus 2 or more dependents | \$906 |

<u>Unit 2 (Employees First Eligible for Health Benefit Enrollment on or after July 1, 2006 – Subject to Dependent Vesting)*</u>

Employer Dependent Contribution

| | 50% | 75% |
|------------------------------------|------------|-------|
| Employee | \$365 | \$365 |
| Employee plus 1 | \$544 | \$620 |
| Employee plus 2 or more dependents | \$663 | \$784 |

Unit 6 (Rank and File, Non-CoBen)

| Employee | \$321 |
|------------------------------------|-------|
| Employee plus 1 | \$625 |
| Employee plus 2 or more dependents | \$807 |

*Dependent Vesting Criteria

New employees who have never had State health benefit eligibility may be subject to dependent health vesting. Employees in bargaining units that have contracted for dependent vesting are provided with 50% of the employer dependent contribution for the first 12 months, and 75% of the employer dependent contribution for months 13 through 24. After 24 months, these employees will receive the full employer dependent contribution applicable to their bargaining unit.

If you have any questions regarding the information provided above please contact Nancy Hollins at (916) 324-3438.

/s/Julie Chapman

Julie Chapman Chief, Labor Relations Division